



**STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION**

**State Capitol
NASHVILLE, TENNESSEE 37243-0285**

**DAVE GOETZ
COMMISSIONER**

**FOR IMMEDIATE RELEASE
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June Revenues

Nashville – On an accrual basis June is the eleventh month in the 2003-2004 fiscal year. Department of Revenue tax collections were \$968.5 million.

June revenues were \$103.7 million more than the budget estimates, Finance and Administration Commissioner Dave Goetz announced today. The general fund had a \$101.7 million overcollection and the four other funds overcollected by \$2 million.

Sales tax collections were \$23.5 million more than the budgeted estimate in June. For eleven months revenues are overcollected by \$168.4 million.

Franchise and excise tax collections of \$224.6 million were \$77.3 million more than the budgeted estimate for the month. Revenues are overcollected by \$139.9 million for eleven months.

Gasoline taxes and motor vehicle registrations were \$1.7 million more than the budgeted estimate of \$89.1 million in June.

Year-to-date collections for eleven months are \$380.9 million more than the budgeted estimates. The general fund is overcollected by \$356 million and the four other funds are overcollected by \$24.9 million. Sales tax estimates for the year are corrected by \$10.3 million to account for allocations to the telecommunication ad valorem tax reduction fund.

The budgeted revenue estimates are based upon the State Funding Board's consensus recommendation adopted by the first session of the 103rd General Assembly in May of last year.

REVENUE COLLECTIONS
JUNE, 2004, AND 11 MONTHS YEAR-TO-DATE

June Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$739,459,000	\$841,155,000	\$101,696,000
Highway Fund	53,300,000	53,881,000	581,000
Sinking Fund	18,481,000	18,674,000	193,000
City & County Fund	51,073,000	52,206,000	1,133,000
Earmarked Fund	2,504,000	2,567,000	63,000
Total	\$864,817,000	\$968,483,000	\$103,666,000

Year-To-Date Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$6,638,356,000	\$6,994,359,000	\$356,003,000
Highway Fund	577,346,000	583,078,000	5,732,000
Sinking Fund	203,341,000	204,606,000	1,265,000
City & County Fund	580,308,000	596,801,000	16,493,000
Earmarked Fund	28,462,000	29,864,000	1,402,000
Total	\$8,027,813,000	\$8,408,708,000	\$380,895,000

Table 1
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	June			
	2003	2004	Change	Percent
Franchise & Excise	\$183,032,000	\$224,620,000	\$41,588,000	22.72%
Income	2,018,000	815,000	-1,203,000	-59.61%
Inheritance & Estate	6,032,000	6,888,000	856,000	14.19%
Gasoline	55,025,000	51,459,000	-3,566,000	-6.48%
Petroleum Special	5,483,000	5,331,000	-152,000	-2.77%
Tobacco	10,677,000	10,885,000	208,000	1.95%
Beer	1,659,000	1,675,000	16,000	0.96%
Motor Vehicle Registration	19,741,000	20,932,000	1,191,000	6.03%
Motor Vehicle Title	974,000	1,043,000	69,000	7.08%
Mixed Drink	3,555,000	3,480,000	-75,000	-2.11%
Business	33,838,000	79,589,000	45,751,000	135.21%
Privilege	37,680,000	39,863,000	2,183,000	5.79%
Gross Receipts	39,000	195,000	156,000	400.00%
TVA - In Lieu of Tax Payments	16,407,000	16,756,000	349,000	2.13%
Alcoholic Beverage	3,299,000	2,922,000	-377,000	-11.43%
Sales and Use	469,216,000	488,645,000	19,429,000	4.14%
Motor Vehicle Fuel	10,297,000	13,074,000	2,777,000	26.97%
Severance	86,000	112,000	26,000	30.23%
Coin-operated Amusement	3,000	199,000	196,000	NA
Total	\$859,061,000	\$968,483,000	\$109,422,000	12.74%

Table 2
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	August - June			
	2002-2003	2003-2004	Change	Percent
Franchise & Excise	\$1,032,730,000	\$1,149,332,000	\$116,602,000	11.29%
Income	115,806,000	139,022,000	23,216,000	20.05%
Inheritance & Estate	78,507,000	93,288,000	14,781,000	18.83%
Gasoline	548,415,000	550,423,000	2,008,000	0.37%
Petroleum Special	55,450,000	57,231,000	1,781,000	3.21%
Tobacco	104,168,000	109,183,000	5,015,000	4.81%
Beer	16,311,000	16,323,000	12,000	0.07%
Motor Vehicle Registration	209,524,000	221,021,000	11,497,000	5.49%
Motor Vehicle Title	9,937,000	10,321,000	384,000	3.86%
Mixed Drink	35,277,000	37,349,000	2,072,000	5.87%
Business	38,257,000	90,444,000	52,187,000	136.41%
Privilege	225,973,000	252,457,000	26,484,000	11.72%
Gross Receipts	10,901,000	10,619,000	-282,000	-2.59%
TVA - In Lieu of Tax Payments	182,231,000	185,640,000	3,409,000	1.87%
Alcoholic Beverage	31,701,000	33,163,000	1,462,000	4.61%
Sales and Use	4,968,133,000	5,299,140,000	331,007,000	6.66%
Motor Vehicle Fuel	140,404,000	152,388,000	11,984,000	8.54%
Severance	993,000	1,002,000	9,000	0.91%
Coin-operated Amusement	442,000	362,000	-80,000	-18.10%
Total	\$7,805,160,000	\$8,408,708,000	\$603,548,000	7.73%

Table 3
August - June Revenue Overcollections/(Undercollections)
Budgeted Estimate

	General Fund	Other Funds	Total
Sales Tax	\$ 161,100,000	\$ 7,300,000	\$ 168,400,000
Income Tax	14,400,000	4,400,000	18,800,000
Inheritance Tax	23,100,000	0	23,100,000
Privilege Tax	23,800,000	1,400,000	25,200,000
Business Tax	(2,500,000)	0	(2,500,000)
TVA	(1,200,000)	(700,000)	(1,900,000)
Gross Receipts	(3,200,000)	0	(3,200,000)
Gasoline & Motor Vehicle Registration	400,000	12,100,000	12,500,000
Other Taxes	200,000	400,000	600,000
Sub-Total	\$ 216,100,000	\$ 24,900,000	\$ 241,000,000
F & E Taxes	139,900,000	0	139,900,000
Total	\$ 356,000,000	\$ 24,900,000	\$ 380,900,000